

GRAND RAPIDS PUBLIC UTILITIES COMMISSION

RESOLUTION NO. 09-18-23-11

ADOPT OPERATING RESERVE POLICY AND DELEGATE
AUTHORITY

WHEREAS, the Grand Rapids Public Utilities Commission (GRPUC) has a philosophy to maintain accumulated utility operating reserves for electric water, and wastewater collection (sanity sewer and domestic treatment); and

WHEREAS, GRPUC has established a reasonable accumulated reserve target in order to cover the financial needs of the utilities and mitigate impacts to ratepayers; and

WHEREAS, the target is that the accumulated operating reserves will be maintained at a constant percentage of the previous year's audited annual expenses to ensure that the reserves grow over time in proportion to the infrastructure growth in the GRPUC service territory; and

WHEREAS, the GRPUC has reviewed and discussed the Operating Reserve Policy at the August 30, 2023 work session;

NOW, THEREFORE BE IT RESOLVED THAT the Grand Rapids Public Utilities Commission has reviewed and adopts the Operating Reserve Policy and rescinds any and all previous operating reserve resolutions and policies.

Adopted this 18th day of September 18, 2023.

GRPUC President

Witness:

GRPUC